

**THE STATES OF DELIBERATION**  
**of the**  
**ISLAND OF GUERNSEY**

**1<sup>st</sup> November, 2022**

**Proposition No. P.2022/89**

**Policy & Resources Committee**

**The States of Guernsey Annual Budget Report for 2023**

**AMENDMENT**

Proposed by: Deputy N R Inder  
Seconded by: Deputy M A J Helyar

To insert the following proposition 20:

“20. To apply the company standard rate tax (0%) from 1 January 2023 for a period of five years to income from the licensed activity of cultivation of cannabis plants, and income from the use of those cultivated cannabis plants or parts of those cultivated cannabis plants for –

- i. any licensed production of industrial hemp, supplements, cannabidiol, fibre, medicinal products or other products,
- ii. any licensed processing, or
- iii. any other licensed activity or use.”

**Rule 4(1) Information**

- a) The proposition contributes to the States’ objectives and policy plans by supporting economic diversification, enterprise and regeneration.
- b) In preparing the proposition, consultation has been taken with Policy & Resources
- c) The proposition(s) have been submitted to His Majesty’s Procureur for advice on any legal or constitutional implications.
- d) There are not expected to be any financial implications to the States of carrying the proposal into effect.

### **Explanatory note**

Guernsey's Medicinal and CBD industry is in the early stages of development; the companies are rated at 20% for tax on profits.

The purpose of this amendment is to encourage more development in this sector.